

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF FARMERS RURAL)	
ELECTRIC COOPERATIVE CORPORATION)	
FOR AN ADJUSTMENT TO ITS RETAIL)	CASE NO. 94-406
ELECTRIC POWER TARIFFS)	

O R D E R

Farmers Rural Electric Cooperative Corporation ("Farmers") initiated this case to pass to its customers a decrease in power costs proposed by its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). On July 26, 1995, the Commission approved changes in Farmers' retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$1,523,814.

The Commission has now concluded the rehearing phase of the East Kentucky rate case and has determined that its rates should be decreased further. This will result in an additional wholesale power cost decrease for Farmers of \$123,549, for an overall decrease of \$1,647,363. Accordingly, Farmers' retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$123,549 to its customers effective with service rendered on and after March 1, 1996.

IT IS THEREFORE ORDERED that:


1. The rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after March 1, 1996.

2. Within 20 days of the date of this Order, Farmers shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 28th day of February, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-406 DATED FEBRUARY 28, 1996.

The following rates and charges are prescribed for the customers in the area served by Farmers Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE R RESIDENTIAL SERVICE

Rate:

First 50 KWH (Minimum Charge)	\$.13134 Per KWH
All Remaining KWH	.05325 Per KWH

SCHEDULE C-1 COMMERCIAL AND INDUSTRIAL SERVICE (LESS THAN 50 KW)

Rate:

First 50 KWH (Minimum Charge)	\$.13134 Per KWH
All Remaining KWH	.05642 Per KWH

SCHEDULE C-2 COMMERCIAL AND INDUSTRIAL SERVICE (50 KW OR ABOVE)

Rate:

All KWH	.04107 Per KWH
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SCHEDULE D LARGE COMMERCIAL/INDUSTRIAL SERVICE OPTIONAL TIME-OF-DAY RATE

Rate:

All KWH	.04107 Per KWH
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SCHEDULE RM
RESIDENTIAL OFF-PEAK MARKETING

Rate:

All KWH

\$.03195 Per KWH

SCHEDULE CM
SMALL COMMERCIAL OFF-PEAK MARKETING

Rate:

All KWH

\$.03367 Per KWH

SCHEDULE OL
OUTDOOR LIGHTING SERVICE

Rate Per Fixture:

<u>Type of Lamp</u>	<u>Watts</u>	<u>Monthly Charge Per Lamp</u>
Mercury Vapor	175	\$ 5.80
Mercury Vapor	250	6.34
Mercury Vapor	400	9.52
Mercury Vapor	1000	15.12
Sodium Vapor	100	6.51
Sodium Vapor	150	7.37
Sodium Vapor	250	9.68
Sodium Vapor	400	12.00
Sodium Vapor	1000	25.54

SCHEDULE SL
STREET LIGHTING

Rate:

Per KWH Per Month as Determined in
Table I for Each Lamp

\$.03064

SCHEDULE E
LARGE COMMERCIAL

Rate:

Energy Charge/KWH

\$.02722 Per KWH